

General Assembly

Raised Bill No. 5130

February Session, 2022

LCO No. 1029



Referred to Committee on HIGHER EDUCATION AND EMPLOYMENT ADVANCEMENT

Introduced by: (HED)

## AN ACT CONCERNING STUDENT LOAN FORGIVENESS FOR NONPROFIT EMPLOYEES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (Effective July 1, 2022) (a) There is established a
- 2 nonprofit employee loan reimbursement program to be administered by
- 3 the Office of Higher Education.
- 4 (b) Within available appropriations, the program shall provide a
- 5 student loan reimbursement grant for persons who (1) attended an
- 6 institution of higher education in the state, and (2) worked not less than
- 7 five thousand hours or two and one-half years for a nonprofit
- 8 organization in the state.
- 9 (c) Persons who qualify under subsection (b) of this section and meet
- 10 any additional requirements established by the Office of Higher
- 11 Education pursuant to this subsection shall be reimbursed on an annual
- basis for qualifying student loans. Such reimbursement shall not exceed
- 13 five thousand dollars for each year of employment with a nonprofit
- organization in the state and for not more than a total of three years per

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15 person. A person qualifying under subsection (b) of this section shall 16 only be reimbursed if such person is employed by a nonprofit 17 organization in the state at the time of application for loan 18 reimbursement pursuant to this section. The Office of Higher Education 19 may develop additional eligibility requirements for recipients. Such 20 requirements may include income guidelines. Persons may apply for 21 grants to the Office of Higher Education at such time and in such 22 manner as the executive director of said office prescribes.

(d) Any unexpended funds appropriated for purposes of this section shall not lapse at the end of the fiscal year but shall be available for expenditure during the next fiscal year.

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- (e) For the fiscal year ending June 30, 2023, the Office of Higher Education may use up to five per cent of the funds appropriated for purposes of this section for program administration, promotion and recruitment activities.
- Sec. 2. (NEW) (*Effective July 1, 2022*) (a) There is established a nonprofit health care employee loan reimbursement program to be administered by the Office of Higher Education.
  - (b) Within available appropriations, the program shall provide a student loan reimbursement grant for persons who (1) attended an institution of higher education in the state, and (2) worked as a health care provider or in a health care supporting role, as determined by the executive director of the Office of Higher Education, for a nonprofit organization in the state during the public health emergency declared by Governor Ned Lamont related to the COVID-19 pandemic and for not less than one year after the cessation of such public health emergency.
  - (c) Persons who qualify under subsection (b) of this section and meet any additional requirements established by the Office of Higher Education pursuant to this subsection shall be reimbursed on a one-time basis for qualifying student loans. Such reimbursement shall not exceed five thousand dollars. A person qualifying under subsection (b) of this

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- 47 section shall only be reimbursed if such person is employed as a health 48 care provider or in a health care supporting role, as determined by the 49 executive director of said office, by a nonprofit organization in the state 50 at the time of application for loan reimbursement pursuant to this 51 section. The Office of Higher Education may develop additional 52 eligibility requirements for recipients. Such requirements may include 53 income guidelines. Persons may apply for grants to the Office of Higher 54 Education at such time and in such manner as the executive director of 55 said office prescribes.
  - (d) Any unexpended funds appropriated for purposes of this section shall not lapse at the end of the fiscal year but shall be available for expenditure during the next fiscal year.
  - (e) For the fiscal year ending June 30, 2023, the Office of Higher Education may use up to five per cent of the funds appropriated for purposes of this section for program administration, promotion and recruitment activities.

This act shall take effect as follows and shall amend the following sections:		
Sections.		
Section 1	July 1, 2022	New section
Sec. 2	July 1, 2022	New section

## Statement of Purpose:

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To establish a loan forgiveness program for nonprofit employees.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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